

NPCI/IMPS/OC No. 12 /2012-13

17thDecember, 2012

To,

All Member and Upcoming Banks of Interbank Mobile Payment Service (IMPS)

Dear Sir / Madam,

IMPS - NDC Limit

Currently, most Banks have deposited Rs.5 lakhs as collateral for IMPS against which the Net Debit Cap (NDC) allocated to them is Rs.10 lakhs (which is 2 times the collateral). Some banks have increased the NDC limit based on their business requirement and have deposited additional collateral with NPCI.

Some banks have now also implemented IMPS funds transfer functionality using Account number and IFS Code, and have offered the same to some of the enterprises for Cash Management Services/Remittances etc.

NPCI has therefore decided that till the time the Settlement Guarantee Mechanism (SGM) is implemented for IMPS (which would be in lines with the SGM for NFS), the NDC allocated for the IMPS Member banks shall be increased to 5 times of the collateral deposited, which would facilitate process large volume and value of transactions. NPCI team is already working on the creation of SGM for IMPS. Once the SGM is in place the IMPS guidelines would be suitably updated with the new process and communicated to the Banks.

The NDC allocated for the IMPS member banks is now revised to 5 times of the collateral deposited by each bank. The NDC limit for each bank would be communicated separately shortly.

We request you to take advantage of the increase in the NDC limit and thereby generate more volume of transactions through IMPS.

Thanking You,

Yours Faithfully,

SD/-

M Balakrishnan
Chief Operating Officer (COO)